STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

cc. Leclie RECEIVED JAN 2 5 2012

DIV. OF OIL, GAS & MINING

LARGE MINING OPERATIONS PROGRESS REPORT January 1, 2011 to December 31, 2011_

The information required in this form is based on provisions of the Mined Land Reclamation Act, Title 40-8, and the R647 rules under the Utah Minerals Regulatory Program. It is due January 31 of each year.

| 1. | Mine Permit Number: | M450060 | |
|--------------------|--|---|--|
| 2. | Mine Name: | Skull Valley Diatomaceous | Earth Quarry |
| 3. | Name of Operator/Permit | | |
| | for the Notice of Intention together | mpany representative or phone number ether with form MR-REV available on ines/minerals_related/forms/MR-REV | have changed, please provide a replacement page the Division's web page at .pdf, |
| 4. | Report the gross amount of ore mined and waste moved: | | |
| | Gross Ore Mined | 0 Tons | |
| | Waste Material Moved | 0 Tons | |
| 5. | New disturbance created | during the year | Acres |
| | Area reclaimed during th | | Acres |
| | Total disturbed area at th | e end of the year | 45 Acres* |
| | *The total disturbed area | should not be greater than the | e permitted/bonded acreage |
| 6. | Briefly describe the reclamation work performed during the past year. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) to apply for full or partial bond/site release). Attach additional sheets if needed. No reclamation done in 2011. | | |
| | - | | |
| 7. | Include an updated map depicting surface disturbance and reclamation performed during the year (Rule R647-4-105). | | |
| | ereby certify the information and belief. | provided in this report is t | rue and correct to the best of my |
| | Name (Typed or Print): | Ken George | |
| | Title of Operator: | Quarry Manager | |
| | Signature of Operator: | Hey George | |
| | Date: | January 31, 2012 | |
| pb O:\FORMS\res | ports\MR-AR-LMO2011.doc | | |